STATE BONDING FUND INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2005

Company Comp										Current	Prior Year	3 Years	5 Years
Market Value		October-05				September-05							
LARGE CAP DOMESTIC EQUITY T, 5,843 2,944 2,945 1,055 1,057 1,058 1,059			Alloc	ation			Alloc	ation				6/30/2005	6/30/2005
Structured Growth	LADGE CAR DOMESTIC FOLLITY	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Los Angeles Capital 75,863 29% 29% 1,63% 77,264 29% 2,6% 5,46% 3,73% 7,56% 7,46% 3,75% 3,75% 3,7													
Russel 1000 Growth Value 150		75,863	2.9%	2.8%	-1.63%	77,294	2.9%	2.8%	5.46%	3.73%	7.56%	N/A	N/A
Sizectured Value ISV Rossel 1000 Value Rossel 1000 Tellum Rossel 1000		75,863	2.9%	2.8%		77,294	2.9%	2.8%					
ISV 75,455 2,9% 2,8% 2,7% 77,827 2,9% 2,8% 5,6% 3,88% 1,27% 14,05% 10,05% 6,55% 6,85% 1,05% 6,55% 6,85% 1,05% 6,55% 6,85% 1,05% 6,55% 6,85% 1,05% 6,55% 6,85% 1,05% 6,55% 1,05%					-0.97%				4.01%	3.00%	1.68%	7.26%	-10.36%
Russel 1000 Value		75 455	2.09/	2.00/	2 779/	77 927	2.00/	2.00/	E 069/	2 4 40/	40 250/	4.4.720/	44 700/
Russell 1000 Enhanced Index LaCapital LaCapita		75,455	2.9%	2.8%		11,821	2.9%	2.8%					
LA Capital 150,759 5.7% 5.6% 2.15% 154,375 5.8% 5.6% 6.45% 4.15% 7.29% 7.29% 7.20%					2.0470				0.0070	1.2070	14.0070	11.0070	0.0070
Russel 1000		150.759	5.7%	5.6%	-2.15%	154.375	5.8%	5.6%	6.45%	4.16%	7.93%	N/A	N/A
Mary March Mary	Russell 1000				-1.75%	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			3.95%		7.92%	N/A	N/A
SAP 800	S&P 500 Enhanced Index												
Index		146,996	5.6%	5.6%		149,468	5.6%	5.6%					
State Street	S&P 500				-1.67%				3.60%	1.88%	6.32%	N/A	N/A
Total Index SAP 500 1-6.7% SAP 500 SAP 500 1-6.7% SAP 500 1-6.7% SAP 500 SAP 500 1-6.7% SAP 500													
SAP 500			4 99/	4 00/			4.00/	4 00/					
TOTAL LARGE CAP DOMESTIC EQUITY SAP 500 497,767 18.9% 18.8% -1.98% 508,482 19.0% 18.8% 4.97% 2.89% 8.89% 9.59% -0.28% 8.28% 2.37% SMALL CAP DOMESTIC EQUITY Manager of-Managers 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NA TOTAL SMALL CAP DOMESTIC EQUITY Plassell 2000 + 200bp 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NA TOTAL SMALL CAP DOMESTIC EQUITY Plassell 2000 + 200bp 111,383 4.2% 4.0% -1.56% 112,860 4.2% 4.0% 12.11% 10.37% 10.37% 12.81% 5.71% INTERNATIONAL EQUITY Large Cap - Active Capital Guardian Account		40,093	1.0%	1.9%		49,517	1.9%	1.9%					
SAP 500 -1.67% SMALL CAP DOMESTIC EQUITY Manager-of-Managers SEI 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NA TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000 + 200bp -2.94% -2.94% -3.11% 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% 5.50% Russell 2000 + 200bp -2.94% -3.11% -		407.767	40.00/	10 00/		E00 400	40.09/	40.00/					
SMALL CAP DOMESTIC EQUITY Manager of-Managers 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NIA Russell 2000 + 200bp -2.94% 5.21% 11.64% 15.07% N/A 707AL SMALL CAP DOMESTIC EQUITY 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% 5.50% N/A 707AL SMALL CAP DOMESTIC EQUITY 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% 5.50% N/A N/A S.80% N/A N/A 0.46% 1.44% 9.45% 12.81% 5.71% N/A		497,767	18.9%	18.8%		508,482	19.0%	18.8%					
Manager of Managers 162,477 6.2% 6.3% 3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% N/A N	3ai 300				-1.07 /0				3.0070	1.0070	0.32 /0	0.2070	-2.37 /0
SEI 162,477 6.2% 6.3% 3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NA Russell 2000 + 200bp 102,477 6.2% 6.3% 3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% NA TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000 162,477 6.2% 6.3% 3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% 5.59%, Russell 2000 170, 170, 170, 170, 170, 170, 170, 1	SMALL CAP DOMESTIC EQUITY												
## Russell 2000 + 200bp ## 162,477													
TOTAL SMALL CAP DOMESTIC EQUITY 162,477 6.2% 6.3% -3.74% 168,733 6.3% 6.3% 5.46% 1.52% 9.32% 13.32% 5.50% 72.81% 5.77%		162,477	6.2%	6.3%		168,733	6.3%	6.3%					
NTERNATIONAL EQUITY Large Cap - Active Capital Guardian 111,363 4.2% 4.0% -1.56% 112,880 4.2% 4.0% 12.11% 10.37% 10.32% 7.44% -3.80% 1.8V 110,275 4.2% 4.0% -2.98% 113,701 4.2% 4.0% 12.11% 10.37% 10.32% 7.44% -3.80% 1.8V 110,275 4.2% 4.0% -2.98% 113,701 4.2% 4.0% 12.0% 7.89% NA NA NA NA NA NA NA N													
Large Cap - Active Capital Guardian 111,363 4.2% 4.0% -1.56% 112,860 4.2% 4.0% 12.11% 110,275 4.2% 4.0% -2.98% 113,701 4.2% 4.0% 11.20% 17.89% N/A Transition Account 1 - 0.0% 0.0% N/A		162,4//	6.2%	6.3%		168,733	6.3%	6.3%					
Large Cap - Active Capital Guardian 111,363 4.2% 4.0% -1.56% 112,860 4.2% 4.0% 12.11% 110,275 4.2% 4.0% -2.98% 113,701 4.2% 4.0% 11.20% 17.89% N/A Transition Account 1 - 0.0% 0.0% N/A	INTERNATIONAL FOLITY												
Capital Guardian													
Transition Account - 0.0% 0.0% NA - 0.0% 0.0% NA NA NA NA NA NA NA Total Large Cap - Active 221,638 8.4% 8.0% -2.27% 226,561 8.5% 8.0% 11.67% 9.13% 13.23% 12.39% 7.26% MSCI EAFE - 50% Hedged Small Cap - Value Lazard 26,019 1.0% 1.0% -4.30% 27,176 1.0% 1.0% 9.94% 5.22% 18.18% N/A N/A N/A Citigroup Broad Market Index < \$ZBN		111,363	4.2%	4.0%	-1.56%	112,860	4.2%	4.0%	12.11%	10.37%	10.32%	7.44%	-3.80%
Total Large Cap - Active MSCI EAFE - 50% Hedged 221,638 8.4% 8.0% -2.27% 2.34% 11.67% 8.47% 11.67% 8.47% 12.33% 7.26% MSCI EAFE - 50% Hedged 2.34% 2.34% 11.07% 8.47% 14.41% 8.84% -2.61% Small Cap - Value Lazard 26,019 1.0% 1.0% -4.00% 27,176 1.0% 1.0% 12.05% 9.81% 21.33% N/A N/A Citigroup Broad Market Index < \$2BN 26,368 1.0% 1.0% -4.10% 27,496 1.0% 1.0% 12.05% 9.81% 21.33% N/A N/A Citigroup Broad Market Index < \$2BN 26,368 1.0% 1.0% -2.00% 12.05% 9.81% 21.33% N/A N/A N/A CITIGROUP Broad Market Index < \$2BN 26,368 1.0% 1.0% -2.00% 12.05% 9.81% 21.33% N/A N/A N/A CITIGROUP Broad Market Index < \$2BN 26,368 1.0% 1.0% -2.00% 12.05% 9.81% 21.33% N/A N/A N/A TOTAL INTERNATIONAL EQUITY 274,024 10.4% 10.0% -2.64% 281,233 10.5% 10.0% 11.37% 8.43% 15.34% 10.62% -2.10% MSCI EAFE - 50% Hedged 2.34% 18.3% 10.05% 11.07% 8.47% 14.41% 8.84% -2.61% DOMESTIC FIXED INCOME Core Bond Western Asset 492,931 18.7% 18.3% -0.85% 460,176 17.2% 18.6% 18.3% -0.44% -1.49% 7.14% 7.36% 8.59% Index Bank of ND 451,805 17.1% 18.3% -0.85% 460,176 17.2% 18.3% -0.86% -1.81% 4.80% 5.66% 7.26% 18.80 N/A Helman Gov/Credit (1) 490,425 18.6% 18.3% -1.10% 492,054 18.4% 18.3% -1.05% -2.14% 9.14% 9.20% N/A Lehman Gov/Credit BAA 1.29% 490,425 18.6% 5.0% -0.86% -1.81% 6.59% -1.81% 6.59% 7.26% 1.29%		110,275				113,701							
MSCI EAFE - 50% Hedged -2.34% 11.07% 8.47% 14.41% 8.84% -2.61%		-				-							
Small Cap - Value Lazard 26,019 1.0% 1.0% -4.30% 27,176 1.0% 1.0% 9.94% 5.22% 18.18% N/A		221,638	8.4%	8.0%		226,561	8.5%	8.0%					
Lazard 26,019 1.0% 1.0% -4.30% 27,176 1.0% 1.0% 9.94% 5.22% 18.18% N/A	INSOI EALE - 30 /8 Heaged				-2.5470				11.07 70	0.47 /0	14.4170	0.0470	-2.0170
Citigroup Broad Market Index < \$2BN 21.33% N/A N/A N/A N/A N/A Small Cap - Growth 26,368 1.0% 1.0% -4.10% -2.00% 1.0% 1	Small Cap - Value												
Small Cap - Growth Vanguard 26,368 1.0% 1.0% -4.10% 27,496 1.0% 1.0% 10.41% 5.88% 24.11% N/A N/A N/A Citigroup Broad Market Index < \$2BN 27,024 10.4% 10.0% -2.00% 281,233 10.5% 10.0% 11.37% 8.43% 15,34% 10.62% -2.10% N/A N		26,019	1.0%	1.0%		27,176	1.0%	1.0%					
Vanguard 26,368 1.0% 1.0% -4.10% 27,496 1.0% 1.0.% 10.1% 5.88% 24.11% N/A N/A N/A Citigroup Broad Market Index < \$2BN 22.05% 22.05% 21.33% N/A	Citigroup Broad Market Index < \$2BN				-2.00%				12.05%	9.81%	21.33%	N/A	N/A
Vanguard 26,368 1.0% 1.0% -4.10% 27,496 1.0% 1.0.% 10.1% 5.88% 24.11% N/A N/A N/A Citigroup Broad Market Index < \$2BN 22.05% 22.05% 21.33% N/A	Small Cap - Growth												
TOTAL INTERNATIONAL EQUITY MSCI EAFE - 50% Hedged 274,024 10.4% 10.0% -2.64% 281,233 10.5% 10.0% 11.37% 8.43% 15.34% 10.62% -2.10% MSCI EAFE - 50% Hedged 27.34% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 8.47% 11.07% 8.43% 15.34% 10.62% -2.10% 10.0% 11.07% 8.47% 11.07% 8.43% 15.34% 12.01% 10.0% 11.07% 8.47% 14.41% 8.84% -2.61% 10.0% 11.07% 11.07% 18.3% -0.41% 11.07% 18.3% -0.41% 11.04% 10.62% -2.61% 10.0% 1.1% 10.0% 10.0% 10.0% 1.1% 10.0% 10.0% 10.0% 1.1% 10.0% 10.0% 10.0% 1.1% 10.0% 10.0% 10.0% 1.1% 10.0% 10.0% 10.0% 10.0% 1.1% 10.0% 10		26,368	1.0%	1.0%	-4.10%	27,496	1.0%	1.0%	10.41%	5.88%	24.11%	N/A	N/A
MSCI EAFE - 50% Hedged -2.34% 11.07% 8.47% 14.41% 8.84% -2.61%	Citigroup Broad Market Index < \$2BN				-2.00%				12.05%	9.81%	21.33%	N/A	N/A
DOMESTIC FIXED INCOME		274,024	10.4%	10.0%		281,233	10.5%	10.0%					
Core Bond Western Asset 492,931 18.7% 18.3% -1.09% 497,705 18.6% 18.3% -0.41% -1.49% 7.14% 7.36% 8.59% 18.6% 18.3% -0.67% -1.46% 6.80% 5.75% 7.40% 18.6% 18.3% -0.67% -1.46% 6.80% 5.75% 7.40% 18.6% 18.3% -0.86%	MSCI EAFE - 50% Hedged				-2.34%				11.07%	8.47%	14.41%	8.84%	-2.61%
Core Bond Western Asset 492,931 18.7% 18.3% -1.09% 497,705 18.6% 18.3% -0.41% -1.49% 7.14% 7.36% 8.59% 18.6% 18.3% -0.67% -1.46% 6.80% 5.75% 7.40% 18.6% 18.3% -0.67% -1.46% 6.80% 5.75% 7.40% 18.6% 18.3% -0.86%	DOMESTIC FIXED INCOME												
Western Asset 492,931 18.7% 18.3% -1.09% 497,705 18.6% 18.3% -0.41% -1.49% 7.14% 7.36% 8.59% -0.67% -1.66% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.46% 6.80% 5.75% 7.40% -0.67% -1.68% -0.67% -1.68% -0.84% -1.68% -0.86% -0.96% -1.81% 4.80% 5.66% 7.26% -0.86% -0.96% -1.81% 4.80% 5.82% 7.35% -0.84% -0.96% -1.81% 4.80% 5.82% 7.35% -0.84% -0.96% -1.81% 4.80% 5.82% 7.35% -0.84% -0.96% -1.81% 4.80% 5.82% 7.35% -0.96% -1.81% 4.80% 5.82% 7.35% -0.96% -1.81% -0.96% -0.96% -1.81% -0.96% -0.96% -1.81% -0.96% -0.96% -1.81% -0.96% -0.96% -1.81% -0.96% -0.9													
Index	Western Asset	492,931	18.7%	18.3%	-1.09%	497,705	18.6%	18.3%	-0.41%	-1.49%	7.14%	7.36%	8.59%
Bank of ND	Lehman Aggregate	·			-0.79%				-0.67%	-1.46%	6.80%	5.75%	7.40%
Lehman Gow/Credit (1) -0.86% -0.96% -1.81% 4.80% 5.82% 7.35% BBB Average Quality Wells Capital (formerly Strong) 490,425 18.6% 18.3% -1.10% 492,054 18.4% 18.3% -1.05% -2.14% 9.14% 9.20% N/A Lehman US Credit BAA 1,435,161 54.4% 55.0% -1.01% 1,449,935 54.2% 55.0% -0.76% -1.77% 6.14% 6.59% 7.79% CASH EQUIVALENTS Abank of ND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% TOTAL BONDING FUND 2,637,635 100.0% 100.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%	Index												
BBB Average Quality Wells Capital (formerly Strong) 490,425 18.6% 18.3% -1.10% 492,054 18.4% 18.3% -1.05% -2.14% 9.14% 9.20% NA 100		451,805	17.1%	18.3%		460,176	17.2%	18.3%					
Wells Capital (formerly Strong) 490,425 18.6% 18.3% -1.10% 492,054 18.4% 18.3% -1.05% -2.14% 9.14% 9.20% NA Lehman US Credit BAA 1,435,161 54.4% 55.0% -1.01% 1,449,935 54.2% 55.0% -0.76% -1.77% 6.14% 6.59% 7.79% Lehman Gov/Credit 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 9 O bay T-Bill 268,206 10.2% 10.0% 0.26% 267,569 100.0% 10.0% 2.13% 0.69% 6.51% 7.96% 4.19%	* /				-0.86%				-0.96%	-1.81%	4.80%	5.82%	7.35%
Lehman US Credit BAÁ -1.29% -0.97% -2.24% 8.60% 9.42% N/A TOTAL DOMESTIC FIXED INCOME Lehman Gov/Credit 1,435,161 54.4% 55.0% -1.01% 1,449,935 54.2% 55.0% -0.76% -1.77% 6.14% 6.59% 7.79% CASH EQUIVALENTS Bank of ND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 90 Day T-Bill 0.83% 1.09% 2.15% 1.55% 2.62% TOTAL BONDING FUND 2,637,635 100.0% 100.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%													
TOTAL DOMESTIC FIXED INCOME Lehman Gov/Credit 1,435,161 54.4% 55.0% -1.01% 1,449,935 54.2% 55.0% -0.76% -1.77% 6.14% 6.59% 7.79% Lehman Gov/Credit CASH EQUIVALENTS Bank of ND 90 Day T-Bill TOTAL BONDING FUND 2,637,635 100.0% 10.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%		490,425	18.6%	18.3%		492,054	18.4%	18.3%					
Lehman Gow/Credit -0.86% -0.96% -1.81% 7.26% 6.41% 7.70% CASH EQUIVALENTS Bank of ND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 90 Day T-Bill 0.26% 0.26% 0.26% 0.00% 10.0% 2.13% 0.69% 6.51% 7.96% 4.19% TOTAL BONDING FUND 2.637,635 100.0% 10.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%	Lenman US Credit BAA				-1.29%				-0.97%	-2.24%	8.60%	9.42%	N/A
CASH EQUIVALENTS Bank of ND 90 Day T-Bill TOTAL BONDING FUND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 0.26% 1.05% 2.62% 1.05% 2.62% 1.05% 2.62% 1.05% 2.62% 1.05% 2.62% 1.05% 2.62% 1.00% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%	TOTAL DOMESTIC FIXED INCOME	1,435,161	54.4%	55.0%	-1.01%	1,449,935	54.2%	55.0%	-0.76%	-1.77%	6.14%	6.59%	7.79%
Bank of ND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 90 Day T-Bill 0.68% 0.26% 0.83% 1.09% 2.15% 1.55% 2.62% 1.55% 1.55% 2.62% 1.00% 1.0	Lehman Gov/Credit	,,			-0.86%	, .,			-0.96%	-1.81%	7.26%	6.41%	7.70%
Bank of ND 268,206 10.2% 10.0% 0.33% 267,314 10.0% 10.0% 0.93% 1.27% 2.46% 1.74% 2.68% 90 Day T-Bill 0.68% 0.26% 0.83% 1.09% 2.15% 1.55% 2.62% 1.55% 1.55% 2.62% 1.00% 1.0	CACH FOLIWALENTS												
90 Day T-Bill 0.26% 0.83% 1.09% 2.15% 1.55% 2.62% TOTAL BONDING FUND 2,637,635 100.0% 100.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%		268 206	10 20/	10.0%	0.33%	267 214	10.0%	10.0%	0.03%	1 27%	2 46%	1 7/10/	2 69%
TOTAL BONDING FUND 2,637,635 100.0% 100.0% -1.40% 2,675,696 100.0% 100.0% 2.13% 0.69% 6.51% 7.96% 4.19%		200,200	10.2%	10.0%		201,314	10.0%	10.0%					
	·	2 627 625	100.0%	100 0%	-1 40%	2 675 606	100 0%	100 0%	2 120/				
	POLICY TARGET BENCHMARK	2,037,035	100.0%	100.0%	-1.40%	2,075,090	100.0%	100.0%	1.62%	0.42%	6.74%	5.17%	2.97%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.